



TACOMA SCHOOL DISTRICT FINANCIAL HEALTH INDICATORS

OSPI Report

Fiscal Year 2019-20



Financial Health Indicators

- These indicators provide a view of the district's overall financial health as measured by the Office of Superintendent of Public Instruction (OSPI). This tool was developed by OSPI in response to school district insolvency concerns. To develop the indicators, OSPI uses data from every school districts' prior year financial reporting and is used to assess the financial health of Tacoma School District and is also used as a comparator to other districts in the state. The information used for this report was published by OSPI on July 22 2021 and includes data from the most recently completed prior fiscal year (2019-20)
- This data:
 - *Assign a financial health score based on data as of the end of the school fiscal year*
 - *Identify districts that are facing potential financial difficulties*
 - *Allow users to compare a district's financial indicator score over time*

Financial Health Indicators

The fiscal indicators utilized in this tool:

1. *Fund Balance to Revenue Ratio: measures what percentage of a district's revenues it currently has "in reserve".*
2. *Expenditures to Revenues: measures whether expenditures were greater or less than the amount of revenue the district brought in.*
3. *Days Cash on Hand: measures the number of days a district could operate if all funding were to dry up suddenly.*
4. *F195F 4-year Budget Summary Plan: measures how many years a district has reported having a negative fund balance deficit in its F195F report. (metric added to financial health indicators in 2017-18)*

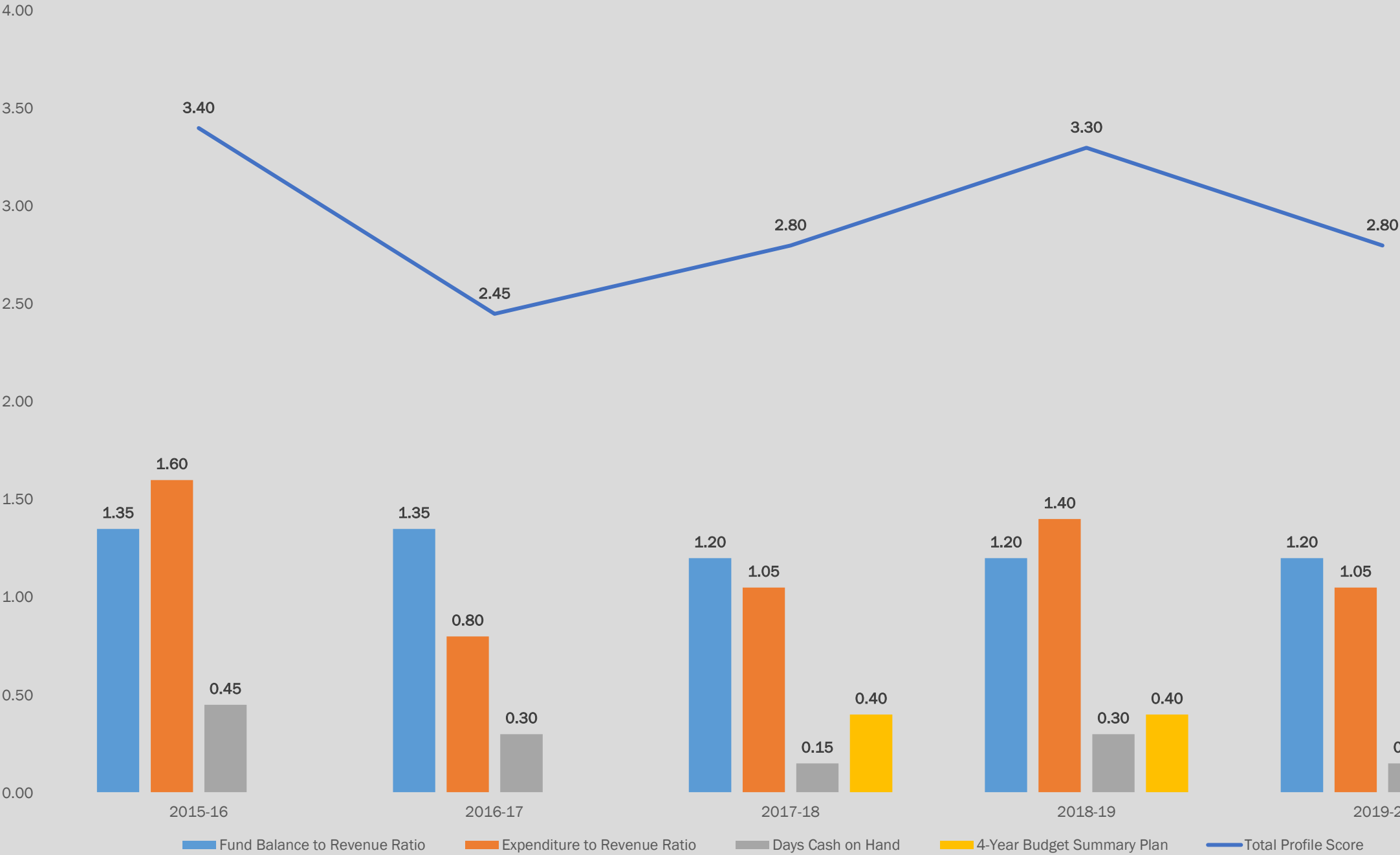
A value is calculated for each of these indicators, which is then weighted. These values are added together to arrive at the district's financial indicator score for each school year.

Financial Health Total Weighted Average

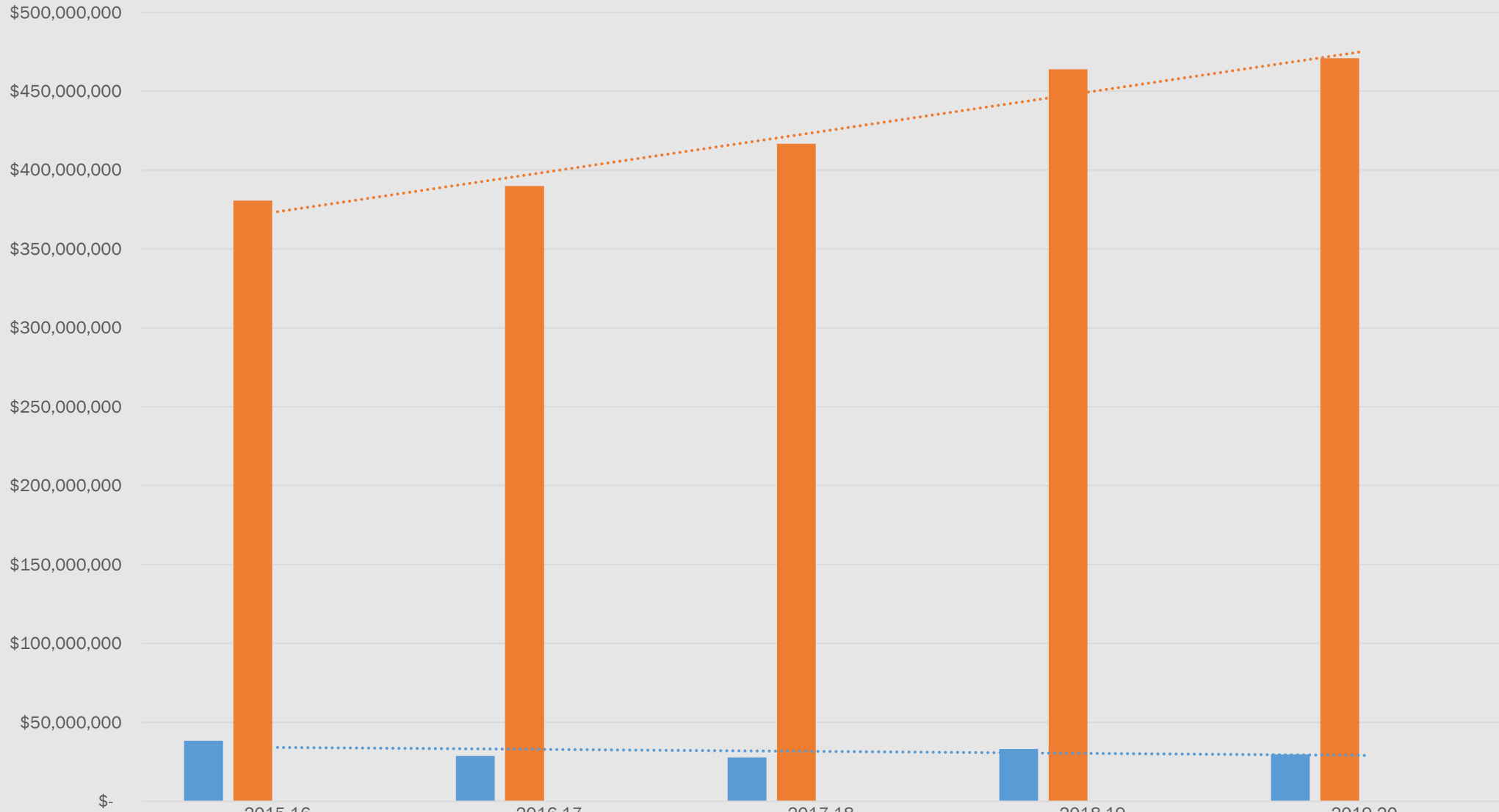
Matrix of Possible Scores					
<u>Category/Weighting</u>	<u>4</u>	<u>3</u>	<u>2</u>	<u>1</u>	<u>0</u>
Fund Balance to Revenue Ratio/40%	1.60	1.20	0.80	0.40	0.00
Expenditures to Revenues/35%	1.40	1.05	0.70	0.35	0.00
Days Cash on Hand/15%	0.60	0.45	0.30	0.15	0.00
F-195F 4-yr Budget Summary Plan/10%	0.40	0.30	0.20	0.10	0.00

Tacoma School District Weighted Score	2015-16	2016-17	2017-18	2018-19	2019-20
Fund Balance to Revenue Ratio	1.35	1.35	1.20	1.20	1.20
Expenditures to Revenues	1.60	0.80	1.05	1.40	1.05
Days Cash on Hand	0.45	0.30	0.15	0.30	0.15
F-195F 4-yr Budget Summary Plan	n/a	n/a	0.40	0.40	0.40
TOTAL PROFILE SCORE	3.40	2.45	2.80	3.30	2.80

TPS Weighted Score Trend



TPS Fund Balance to Revenue Ratio

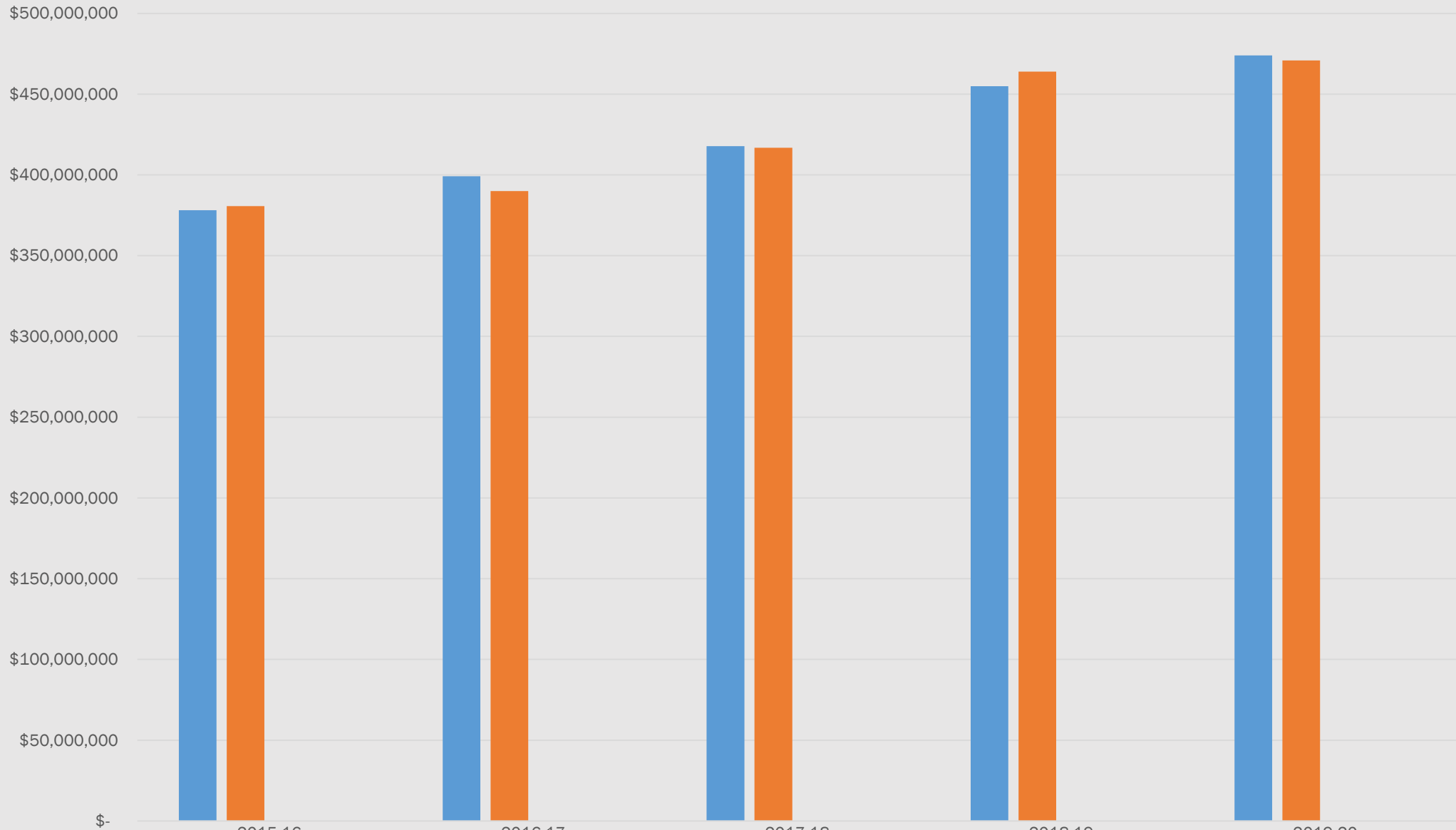


- "Unrestricted" Fund Balance
- Total Revenues and Other Financing Sources
- Ratio
- Score

Year	Ratio	Score
2015-16	10.07%	3
2016-17	7.35%	3
2017-18	6.66%	3
2018-19	7.16%	3
2019-20	6.32%	3

..... Linear ("Unrestricted" Fund Balance)
 Linear (Total Revenues and Other Financing Sources)

TPS Expenditure to Revenue Ratio



■ Total Expenditures

■ Total Revenues and Other Financing Sources

■ Ratio

■ Score

2015-16

\$378,116,107

\$380,611,252

99.34%

4

2016-17

\$399,186,625

\$389,971,390

102.36%

2

2017-18

\$417,805,266

\$416,738,211

100.26%

3

2018-19

\$454,906,513

\$463,882,512

98.07%

4

2019-20

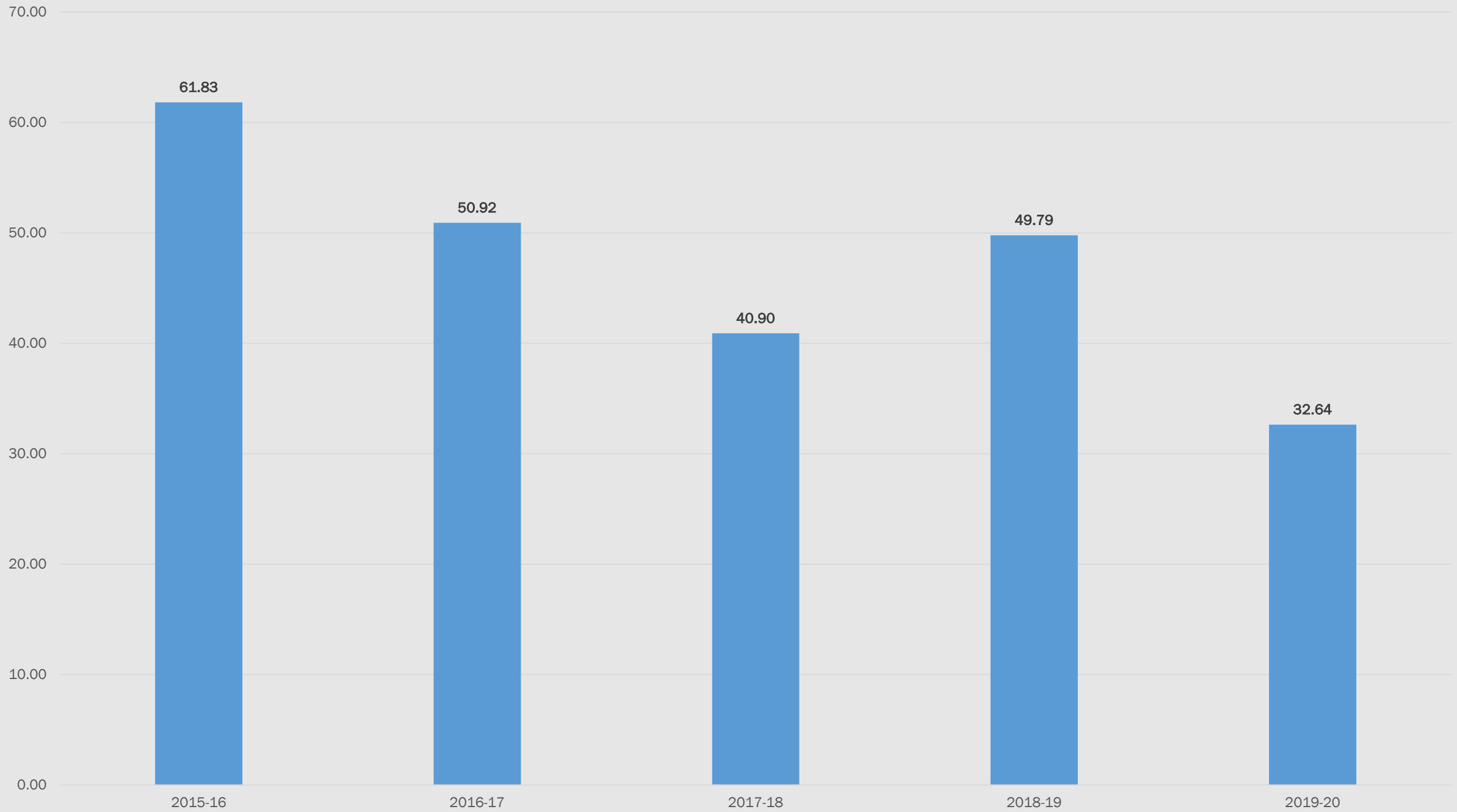
\$473,923,608

\$470,871,828

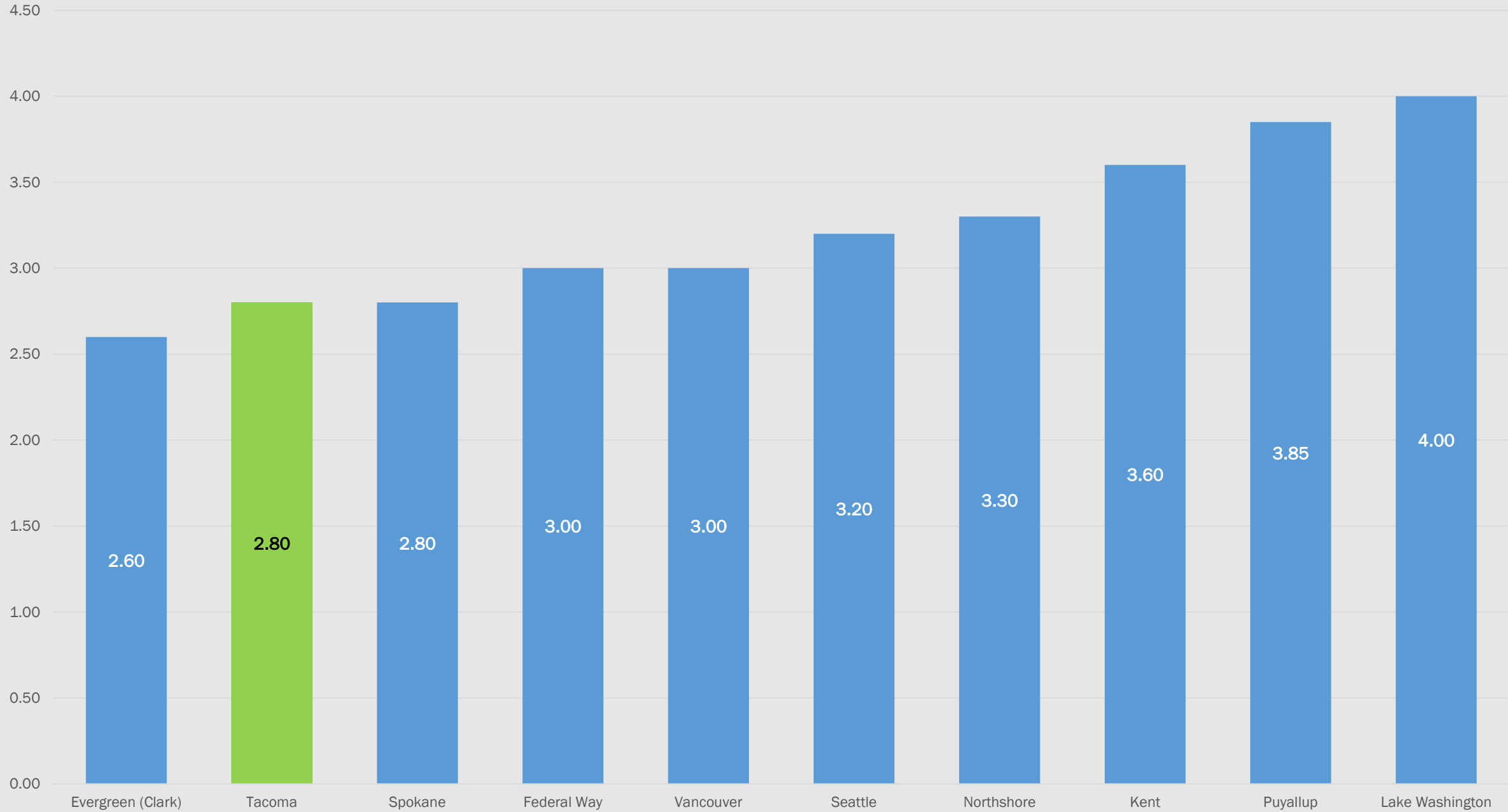
100.65%

3

TPS Days Cash on Hand

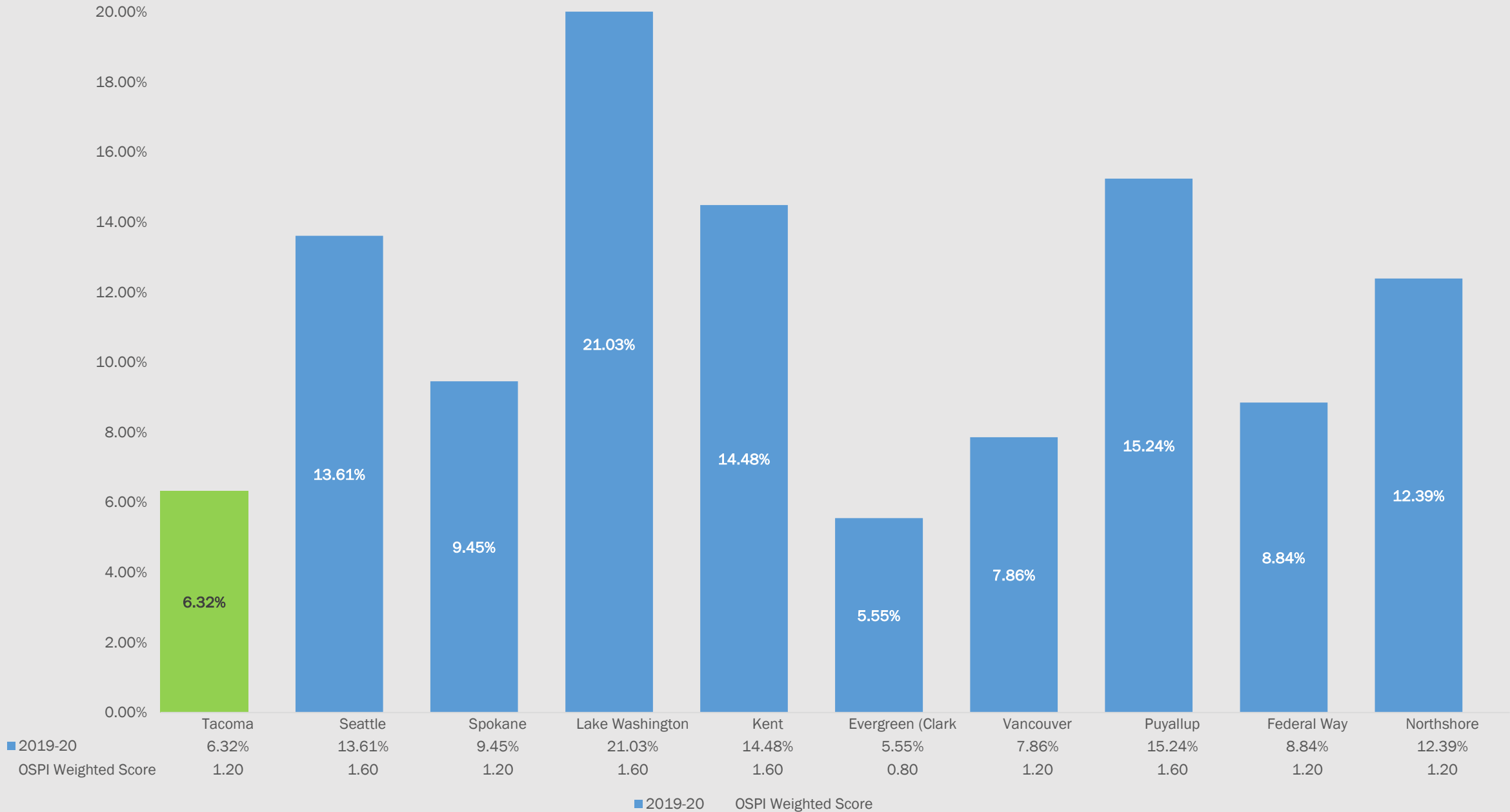


Top 10 Comparison 2019-20 OSPI Total Profile Score

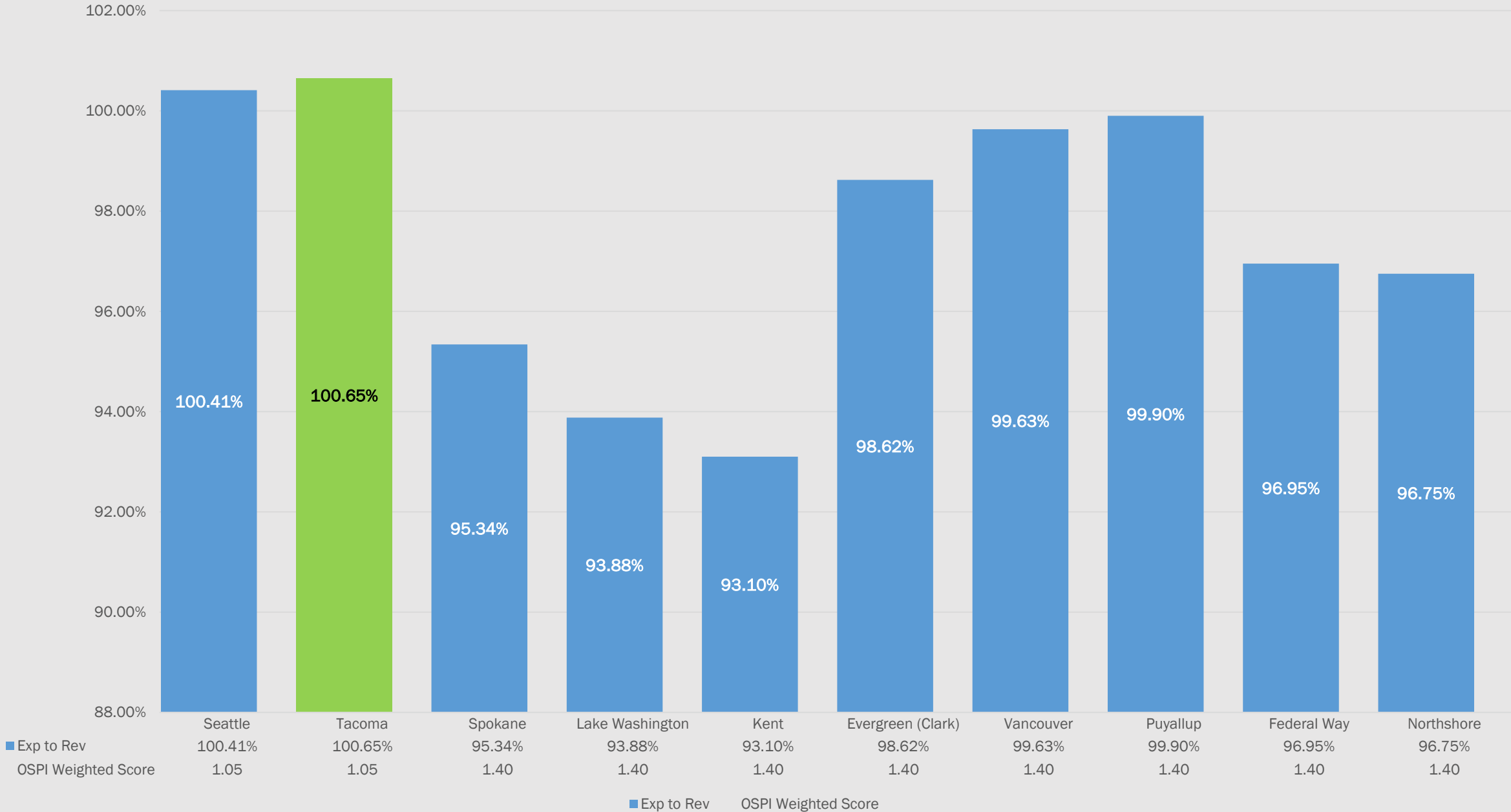


Ton 10 Comparison

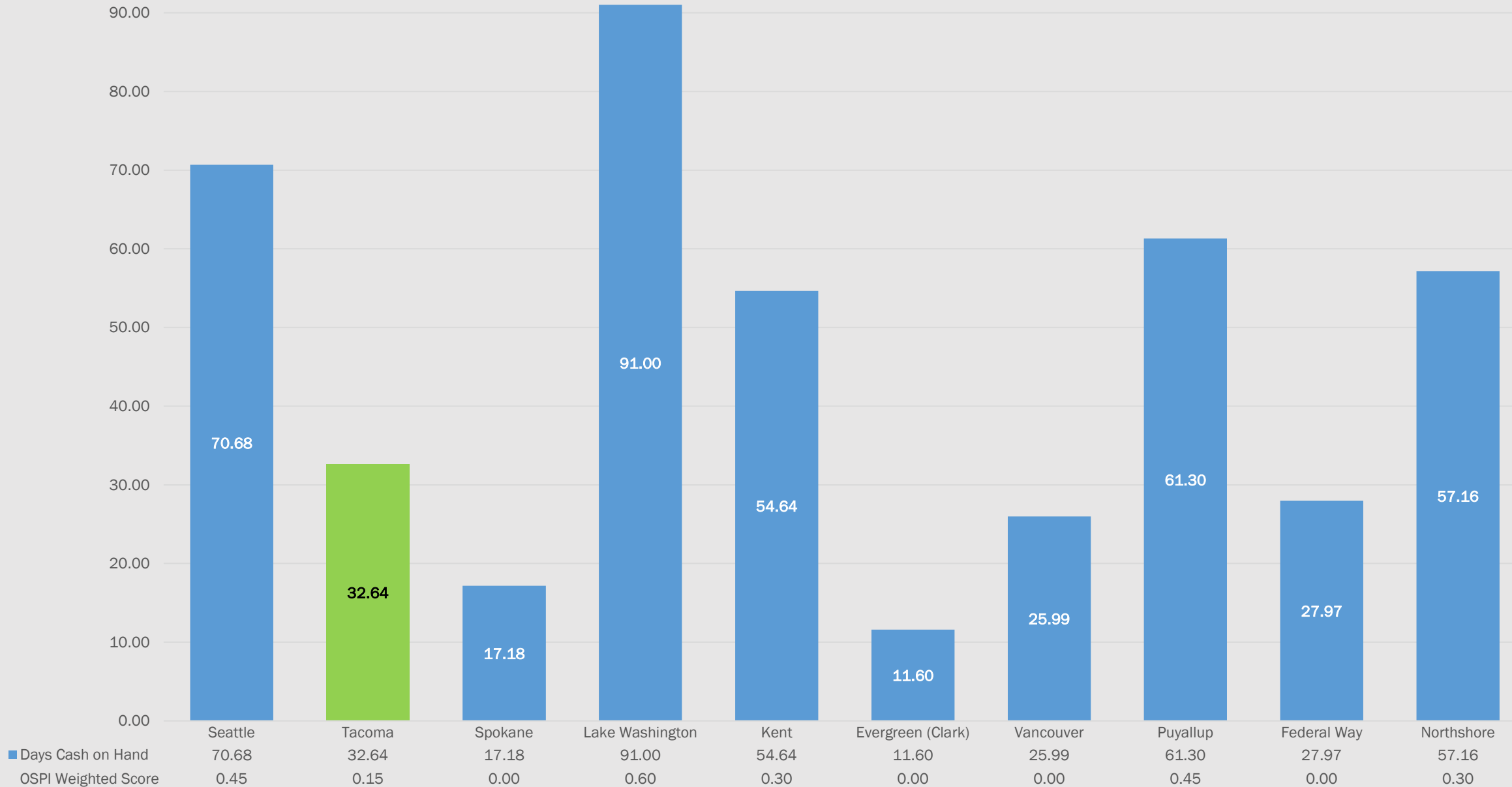
2019-20 Fund Balance to Revenue Ratio



Top 10 Comparison 2019-20 Expenditures to Revenue Ratio



Top 10 Comparison 2019-20 Days Cash on Hand



Top 10 Comparison

Consecutive Years with a Deficit Fund Balance

